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# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

March 19, 2012

James Patten  
Red Leaf Resources, Inc.  
200 West Civic Center Drive, Suite 190  
Sandy, Utah 84070

Subject: Conditional Approval of Notice of Intention to Commence Large Mining Operations and Reclamation Surety, Red Leaf Resources, Southwest #1, M/047/0103, Uintah County, Utah

Dear Dr. Patten:

The Division of Oil, Gas and Mining has received the reclamation surety for the Southwest #1 Mine and two copies of the Notice of Intention to Commence Large Mining Operations (NOI). The Division approves the NOI for the Southwest #1 mine with the following condition:

**Thirty days (30) prior to ground disturbance, please include in the plan either a groundwater discharge permit (including a permit by rule) from the Utah Division of Water Quality (DWQ), or a letter saying a permit is not required.**

Please be advised that you must also obtain approval from the School and Institutional Trust Lands Administration (SITLA) and any other appropriate agency before beginning mining operations. An approved NOI must be filed with SITLA in addition to the lease. The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations.

Enclosed are copies of the signed and executed Reclamation Contract and surety bond forms for your files. Also enclosed is a copy of the approved NOI for your files. Please keep your plan current by submitting changes using Form MR-REV-att, which is located on the web at [www.dogm.utah.gov](http://www.dogm.utah.gov).



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All future correspondence should reference M/047/0103. Thank you for your help and patience in finalizing this permitting action. Please call me at 801-538-5320 or Paul Baker at 801-538-5261 if you have any questions in this regard.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Dana Dean', with a horizontal line extending to the right.

Dana Dean, P. E.  
Associate Director of Mining

DD: lah: eb  
Enclosure: NOI  
cc: JBlake@utah.gov  
      Uintah County mcazier@co.uintah.ut.us  
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